REDIRECT EXAMINATION - CHERYL L. PERRY

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7472
    STATE OF MINNESOTA
1
                                      DISTRICT COURT
                        SECOND JUDICIAL DISTRICT
2 COUNTY OF RAMSEY
    _ _ _ _ _ _ _ _
3
   The State of Minnesota,
 4
    by Hubert H. Humphrey, III,
 5
    its attorney general,
 6
7
    and
8
   Blue Cross and Blue Shield
9 of Minnesota,
10
                     Plaintiffs,
                                  File No. C1-94-8565
11
             vs.
12
   Philip Morris Incorporated, R.J.
13
    Reynolds Tobacco Company, Brown
14
   & Williamson Tobacco Corporation,
   B.A.T. Industries P.L.C., Lorillard
15
   Tobacco Company, The American
16
17
   Tobacco Company, Liggett Group, Inc.,
   The Council for Tobacco Research-U.S.A.,
18
19
    Inc., and The Tobacco Institute, Inc.,
20
                     Defendants.
21
    22
                  TRANSCRIPT OF PROCEEDINGS
23
                 VOLUME 38, PAGES 7472 - 7530
24
                      MARCH 12, 1998
25
                 STIREWALT & ASSOCIATES
    P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
          REDIRECT EXAMINATION - CHERYL L. PERRY
                                                7473
                   PROCEEDINGS.
1
             THE CLERK: All rise. Ramsey County
 2
3 District Court is again in session, the Honorable
 4 Kenneth J. Fitzpatrick now presiding.
             (Jury enters the courtroom.)
5
             THE CLERK: Please be seated.
 6
             THE COURT: Good morning.
7
             (Collective "Good morning.")
8
9
             THE COURT: Counsel, would you approach,
10 please.
11
12
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14
15
16
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19
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21
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                                                7474
1
             (Side-bar discussion as follows:)
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                                                       7475
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13
               (Side-bar discussion concluded.)
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23
2.4
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                                                     7477
               THE COURT: Counsel.
 1
               MS. WALBURN: Thank you, Your Honor.
 3
         Good morning, ladies and gentlemen.
               (Collective "Good morning.")
 4
 5
                       CHERYL L. PERRY
 6
               called as a witness, being previously
               sworn, was examined and testified as
 7
8
               follows:
9
                     REDIRECT EXAMINATION (cont'd)
10
   BY MS. WALBURN:
11
   Q. Good morning, Professor Perry.
12
   A. Good morning.
        Back on Tuesday, Mr. Weber was listing a number
13
    Ο.
    of factors on the easel and asking you whether those
14
15
    factors related to the onset of smoking. Do you
16
    recall that?
         Yes, I do.
17
    Α.
18
         Would you turn in the Surgeon General's report
    Ο.
19
    of 1994 to the table of contents, and could you tell
    us how many of the factors that were discussed on
    Tuesday have a separate chapter written about them in
2.1
22
    the 1994 Surgeon General's report.
23
         There is only one, one of the factors.
         And which factor is that?
2.4
    Q.
25
    A. Tobacco advertising and promotional activities,
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                                                     7478
    chapter five.
 1
 2
    Q. What's the significance of that?
         That we thought that was important enough to
 3
    Α.
    warrant its own chapter.
    Q. And does advertising and promotional activities
    affect some of the other factors that Mr. Weber was
 6
 7
    asking you about on Tuesday?
 8
         Yes, they do. Advertising and promotional
    activities can affect peers, the peer group, it can
 9
10
    affect their perceptions of how normative smoking is,
   that is, how many people smoke, and it increases the
11
    attractiveness and function of smoking.
13
     Q. Mr. Weber also asked you a number of questions
```

- 14 about risk-taking. Based on your review of the
- 15 tobacco company internal documents, were the tobacco
- 16 companies aware that youth are risk-takers?
- 17 A. Yes, they were.
- 18 Q. Would you turn in book three to Exhibit 12989.
- 19 This is a 1989 R. J. Reynolds document which you
- 20 discussed in your direct testimony labeled "CAMEL Y&R
- 21 ORIENTATION." Would you turn to page Bates numbers
- 22 1728, and do you see on this page, this page states
- 23 "Personal Quality Wants," and it lists a number of
- 24 attributes. Is "Risk Taker" one of those attributes
- 25 listed on this page?

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- 1 A. Yes, it is.
 - Q. Would you turn then to page 1829 of the same
 - document. At the very top of the page, it's obscured
- 4 in part by the stamp, but if you go up to the top of
- 5 the page, it states "CAMEL 1990 OVERVIEW, Managing
- 6 The Brand Personality," and the document states,
- 7 "What makes the 'Brand Personality' ownable to Camel
- 8 is the utilization of the 'Smooth Character' himself,
- 9 Joe Camel.

10

- "Joe 'The Ultimate Smooth Character' Camel is:"
- And then if you go down to the bullet points,
- 12 "Into challenges and likes to take risks."
- What's the significance of that?
- 14 A. That RJR recognized that under-age youth take
- 15 risks, and they exploited that through the Joe Camel
- 16 character.
- 17 Q. And the last bullet point states "Independent,
- 18 yet admired and respected by peers."
- 19 A. Yes. RJR recognizes that that's part of the
- 20 developmental tasks of adolescence and exploited that
- 21 through the Joe Camel character.
- 22 Q. Mr. Weber also referenced part of the preface of
- 23 the 1994 Surgeon General's report. Could you turn to
- 24 that preface, please. And I'd first like to read a
- 25 couple of the paragraphs that preceded the paragraph STIREWALT & ASSOCIATES
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- 1 referenced a couple of days ago, starting in the
- first paragraph with the second-to-last sentence.
- 3 "These current and future smokers are new recruits in
- 4 the continuing epidemic of disease, disability, and
- 5 death attributable to tobacco use. When young people
- 6 no longer want to smoke, the epidemic itself will
- 7 die.
- 8 "This report of the Surgeon General, Preventing
- 9 Tobacco Use Among Young People, delineates the
- 10 problem in no uncertain terms. The direct effects of
- 11 tobacco use on the health of young people have been
- 12 greatly underestimated. The long-term effects are,
- 13 of course, well established. The addictive nature of
- 14 tobacco use is also well known, but it is perhaps
- 15 less appreciated that early addiction is the chief
- 16 mechanism for renewing the pool of smokers. Most
- 17 people who are going to smoke are hooked by the time
- 18 they are 20 years old.

```
"Young people face enormous pressures to smoke.
20
    The tobacco industry devotes an annual budget of
21
    nearly 4 billion dollars to advertising and promoting
22
    cigarettes. As this report so well describes, there
    has been a continuing shift from advertising to
23
2.4
    promotion, largely because of banning cigarette ads
    from broadcast media. The effect of the ban is
25
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                                                    7481
    dubious, however, since the use of promotional
    materials, the sponsoring of sports events, and the
 2
    use of logos in nontraditional venues may actually be
 3
    more effective in reaching target audiences.
 5
    Clearly, young people are being indoctrinated with
    tobacco promotion at a susceptible time in their
 6
7
    lives."
        Do you agree with those statements of the
8
9
    Surgeon General in 1994?
    A. Yes, I do.
10
         The Surgeon General here mentions a number of
11
    Q.
12
    nearly four billion dollars a year spent in
13
    advertising and promoting cigarettes; is that
14
    correct?
15
    A. Yes, that's correct.
16
        Do you know what has happened to that number
17
    since the Surgeon General's report was written?
    A. Yes, it's increased since the time of the
18
19
    Surgeon General's report.
20
    Q. And you were asked some questions about the
21
    correlation between the amount of money spent on
    advertising and promotion and trends in smoking, and
    you testified that at the same time that advertising
23
    and promotion dollars were increasing, there were
24
    efforts at tobacco control and youth prevention. Do
25
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                                                    7482
    you recall that?
 2.
    A. Yes, I do.
         Can one purpose of advertising and promotion be
 3
 4
     to stop or slow a decline in sales?
 5
              MR. WEBER: Objection, Your Honor, it's a
 6
    leading question.
7
              THE COURT: It is leading.
    Q. Can advertising and promotion serve different
9
    purposes?
    A. Yes. Advertising and promotion can increase the
10
11
    market or it can slow a decreasing market. So if a
12
    market is decreasing, it can serve to slow it down,
13
    slow down that decrease.
14
    Q. Would you turn in the defense exhibits to tab
    19, Exhibit AM000596, and this is the University of
    Michigan Monitoring the Future Survey, 1997. Do you
16
17
    recall discussing this document with Mr. Weber?
    A. Yes, I do.
18
         Would you turn to the press release that is
19
    Q.
20
    about three pages in to the document, and in the
21
    third paragraph -- this is quoting Lloyd Johnston,
    one of the University of Michigan researchers, and
```

Mr. Johnson states, "'Cigarette smoking constitutes

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    'which makes the substantial increases in their
    smoking rates over the past five or six years of
 3
    particular concern.'"
 4
         Based on this document and the numbers in this
    document, what's happened to the smoking rates in the
 5
    last five or six years?
 6
7
         The smoking rates among under-age teens has gone
8
    up.
9
    Q. And would you turn to the next page of the
10
    document. In the third full paragraph that starts
    "Finally, it should be kept in mind...," the document
11
    states, "Finally, it should be kept in mind that
12
13
    these surveys cover only those young people who
    remain in school. Based on these several facts, it
14
    is hard to escape the conclusion that an exceptional
15
    number of these young people are going to be regular
16
17
    smokers by the time they become young adults, and it
18
    is estimated that as many as a third of those who do
    become chronic smokers will die prematurely from the
19
20
    ravages eventually brought on by their smoking."
         What's the significance of that statement?
21
22 A.
         That adolescents who smoke, a large percentage
    of them will die prematurely from smoking-related
2.3
    diseases that they -- that -- that began with their
25
    smoking during their under-age teen years.
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                                                    7484
              MR. WEBER: Your Honor, I -- I'd object and
 1
    move to strike the medical testimony. This is not a
 2
 3
    medical witness.
              THE COURT: Okay. Well I think she can
 4
 5
    quote the Surgeon General's report.
    Q. Would you turn in volume two of your exhibits,
 6
7
    please, to Exhibit 26063, and this is the article
    which Caroline Schooler and several other authors?
8
9
    A. Yes, it is.
10
         Would you turn in this to page 1219. In the
11
    middle column under the section "Mail Distribution of
    Promotions" --
12
13 A. Yes.
14
    Q. -- these researchers state, "Seventeen percent
    of participants reported having received mailings
15
    such as surveys, coupons, free gifts, product
16
17
    catalogs, or free cigarettes addressed to themselves
18
    from cigarette companies."
19
         What's the significance of that statement?
20
         That 17 percent, nearly one in five, seventh
21
    graders, that's 12-13 years old, had received
    mailings from tobacco companies that were addressed
22
23
    to them, to them, and they're 12-13 years old.
    Q. And would you turn now to another exhibit used
25
    by Mr. Weber, tab five of your book, Exhibit
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the largest threat to the health and longevity of

this generation of young Americans,' states Johnston,

7485

- 1 AT000507, and this is a Federal Register publication
- 2 by the Food and Drug Administration?
- 3 A. Yes, it is.
- 4 Q. What is the FDA reporting on in this
- 5 publication?
- 6 A. They're focus --
- 7 They're reporting on focus groups' discussions
- 8 that they conducted with under-age teens about new
- 9 warning labels that might be put on cigarettes that
- 10 might be more appropriate for under-age teens.
- 11 Q. And would you look on the first page to the
- 12 third column under the section "Assumptions and Basic
- 13 Perceptions of Adolescent Smoking," and in the second
- 14 paragraph there toward the end, in the last sentence,
- 15 the FDA states that "Nonsmokers or infrequent smokers
- 16 indicated that they felt most people could stop
- 17 smoking at any time. The teens who said they were
- 18 addicted to smoking made it clear that, for them,
- 19 smoking was no longer a matter of choice but a matter
- 20 of need."
- 21 What's the significance of that statement?
- 22 A. That teens themselves can become addicted to
- 23 smoking, and they themselves recognize that.
- 24 Q. And would you turn in this FDA report to page
- 25 61674. In the middle column under paragraph number STIREWALT & ASSOCIATES
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- 1 three, the FDA states that "Many participants
- 2 expressed the belief that the Surgeon General's
- 3 warnings were difficult to understand. They did not
- 4 know what effect carbon monoxide would have on them,
- for example, and many participants did not know what emphysema was."
- 7 What's the significance of that statement?
- 8 A. Well this is just further evidence that young
- 9 people, under-age teens, really can't understand the
- 10 consequences of smoking.
- 11 Q. And would you turn to the proposed warning
- 12 labels in this document, and would you read the first
- 13 two warning labels that were being discussed in these
- 14 focus groups.
- 15 A. Yes. The first one says, "About 1 out of 3 kids
- 16 who become smokers will die from their smoking." And
- 17 the second one says, "About 1 out of 3 kids who
- 18 become smokers will die from their smoking."
- 19 Q. Counsel asked you a number of questions about
- 20 cartoon characters used for other products or
- 21 services. Do you know whether the products or
- 22 services promoted by the following characters killed
- 23 about one out of three of the kids who used the
- 24 products or services:
- 25 Garfield the Cat?

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- 1 MR. WEBER: I'd object to the argumentative
- 2 nature of the question, use of the word "killed,"
- 3 Your Honor.
- 4 THE COURT: You'll have to rephrase it,

```
5
    counsel.
    BY MS. WALBURN:
 6
7
    Q. Do you know whether the products or services
   promoted by the following characters were reported to
    cause the death of one out of three of the people who
9
    use those products or services:
10
         Garfield the Cat?
11
12
         No.
    Α.
13
    Q. Snoopy?
14
    A. No.
    Q. The Michelin Man?
15
16
    A. No.
    Q. The Pink Panther?
17
        No.
18
   Α.
19
    Q.
         The Jetsons?
20
    A. No.
2.1
              MS. WALBURN: Thank you. I have no further
22
    questions.
23
              THE COURT: You may step down.
              MR. WEBER: I just have a very few, if I
24
25
    might, Your Honor.
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           REDIRECT EXAMINATION - CHERYL L. PERRY
 1
              THE COURT: Well is it something new? We
    haven't covered anything new that I see there. We
 2
    aren't going to just go over it again.
 3
              MR. WEBER: That's a fair point, Your
 4
 5
    Honor.
              THE COURT: Okay. You may step down.
 6
7
              THE WITNESS: Thank you, Your Honor.
8
              (Witness excused.)
9
              MR. CIRESI: Your Honor, we're going to
   move to videotape depositions now. I think it may
10
    take just a couple minutes to make sure we're set up
11
12
    for that.
              THE COURT: You want to --
13
              MR. CIRESI: Maybe a short break.
14
15
              THE COURT: -- recess? Should we do that?
         Okay. Let's take a very short recess. Don't go
17
   too far.
              THE CLERK: Court stands in recess.
18
19
              (Recess taken.)
              THE CLERK: All rise. Court is again in
2.0
21
    session.
22
              (Jury enters the courtroom.)
23
              THE CLERK: Please be seated.
24
              THE COURT: Counsel.
25
              MR. CIRESI: Thank you, Your Honor. The
                   STIREWALT & ASSOCIATES
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     ADVERSE EXAMINATION - MURRAY SENKUS (VIA VIDEOTAPE)
    first videotape will be of Dr. Murray Senkus, the
    former director of scientific affairs for RJR,
 2
    calling pursuant to Rule 611(c).
 3
 4
              THE COURT: You may want to tell the jury
 5
    what 611(c) is, counsel.
 6
              MR. CIRESI: Yes, Your Honor. It's --
 7
         We're calling for adverse examination, just as
 8 we called some of the live witnesses of the
    defendants, such as Mr. Bible and Mr. Schindler, Mr.
```

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Merryman and Dr. Glenn.
10
11
               THE COURT: Thank you.
12
               (Videotape played.)
13
               MR. CIRESI: Your Honor, Exhibit -- Trial
     Exhibit 3305 will be referred to by Dr. Senkus in the
14
15
     deposition as Exhibit 1054, so this is Exhibit 3305,
16
     and we would offer that exhibit.
17
               MR. BIERSTEKER: No objection, Your Honor.
18
               THE COURT: Court will receive 3305.
19
               (Videotape continued to be played.)
               MR. BIERSTEKER: Your Honor, I would
20
21
     interpose an objection to the question appearing on
     page 131, lines 17 through 18, as being vague and
2.2
23
     ambiguous.
24
               THE COURT: The objection is overruled.
25
     You may answer.
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     ADVERSE EXAMINATION - MURRAY SENKUS (VIA VIDEOTAPE)
 1
               (Videotape continued to be played.)
               MR. BIERSTEKER: Your Honor, I have the
 2
     same objection to the next question at page 131,
 3
 4
     lines 23 through 25.
 5
               THE COURT: Okay. That question may be
 6
     asked and the answer given.
 7
               (Videotape continued to be played.)
               MR. BIERSTEKER: Your Honor, I have an
 8
     objection to the next question on page 132, lines 14
 9
10
     through 16, as calling for a legal conclusion.
11
               THE COURT: The objection is sustained.
               MR. BIERSTEKER: And I think, then, the
12
13
     next question I had the same objection to, that's on
     page 132, lines 21 through 23, Your Honor.
14
15
               THE COURT: The objection is sustained.
               MR. BIERSTEKER: And before I sit down,
16
17
     then, I have an objection to the next question, which
     appears on page 133, lines three through five, on the
18
19
     form of the question as vague and ambiguous.
20
               THE COURT: You may answer that.
21
               (Videotape continued to be played.)
22
               MR. BIERSTEKER: Your Honor, I object to
23
     the form of the question appearing at page 134, lines
24
     one through five, as being vague and ambiguous.
25
               THE COURT: Okay. You may answer that
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     ADVERSE EXAMINATION - MURRAY SENKUS (VIA VIDEOTAPE)
     question.
 1
 2
               (Videotape continued to be played.)
 3
               MR. BIERSTEKER: Object to this question
 4
     that started to be played, it appears at page 135,
 5
     lines 18 through 22 of the transcript of the
 6
     deposition, because it assumes facts not in evidence,
 7
     Your Honor.
 8
               THE COURT: Overruled.
 9
               (Videotape continued to be played.)
10
               MR. BIERSTEKER: I have an objection, Your
11
    Honor, to the next question appearing at page 136,
12
     lines eight through nine of the transcript, on the
13
     grounds that it's an argumentative question.
14
               THE COURT: Overruled.
```

```
15
               (Videotape continued to be played.)
16
               MR. BIERSTEKER: I have an objection, Your
    Honor, to the question at page 136, lines 18 through
17
18
     20, on the grounds that it assumes facts not in
19
     evidence.
20
               THE COURT: Okay. The objection is
21
     sustained.
22
               (Videotape continued to be played.)
               MR. CIRESI: Your Honor, the next exhibit
23
24
    is identified in the transcript as 1082, it has
    previously been marked and introduced into evidence
25
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     ADVERSE EXAMINATION - MURRAY SENKUS (VIA VIDEOTAPE)
     in the case as 12756. It was introduced during Mr.
 1
     Schindler's testimony. 12756.
 2.
              THE COURT: All right, counsel.
 3
               (Videotape continued to be played.)
 4
 5
              MR. BIERSTEKER: Your Honor, I'd object to
    the question appearing on page 143 of the
 6
 7
     transcripts, lines 13 to 14, on the grounds that it's
 8
     compound.
9
               THE COURT: Overruled.
10
               (Videotape continued to be played.)
11
               MR. BIERSTEKER: Your Honor, I would object
     to the question appearing on page 144 in the
12
     transcript, lines eight through 11, on the grounds
13
     that it's asked and answered and argumentative.
14
15
              THE COURT: You may --
16
         Overruled.
17
               (Videotape continued to be played.)
18
               MR. BIERSTEKER: Your Honor, I have several
     objections to the next question at page 147, lines 13
19
     through 17, that it lacks foundation and is vague and
2.0
21
     ambiguous.
               THE COURT: Overruled.
22
23
               (Videotape continued to be played.)
2.4
              MR. BIERSTEKER: Your Honor, I'd object to
25
    the compound nature of the question appearing at
                   STIREWALT & ASSOCIATES
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     ADVERSE EXAMINATION - MURRAY SENKUS (VIA VIDEOTAPE)
                                                     7493
     transcript page 148 through -- lines four through
 1
 2.
     eleven.
 3
               THE COURT: Objection sustained.
 4
               (Videotape continued to be played.)
               MR. BIERSTEKER: Your Honor, I object to
 5
     the next question at page 149 of the transcript,
 6
 7
     lines eight through 13, as being argumentative.
 8
               THE COURT: Overruled.
 9
              MR. BIERSTEKER: I have the same objection,
10
     Your Honor, to the next question, page 149 to 150,
11
     lines 22 through 25 on 149, and line one on 150.
12
               THE COURT: Overruled.
13
               (Videotape continued to be played.)
               MR. BIERSTEKER: Your Honor, I believe the
14
    next question, page 150, lines eight through 11, is
15
16
     argumentative.
17
              THE COURT: Overruled.
18
               (Videotape continued to be played.)
19
              MR. BIERSTEKER: Same objection, Your
```

```
Honor, to the question appearing at page 150 of the
21
    transcript, lines 17 to 24.
22
              THE COURT: Overruled.
23
               (Videotape continued to be played.)
              MR. BIERSTEKER: Object to the compound
24
25
    nature of the question on page 153 of the transcript,
                    STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - MURRAY SENKUS (VIA VIDEOTAPE)
    lines seven through 12, Your Honor.
              THE COURT: Sustained.
               (Videotape continued to be played.)
 3
              MR. BIERSTEKER: Objection to the next
 4
    question, Your Honor, page 153, lines 20 and 21 of
 5
 6
    the transcript, as having been asked and answered.
              THE COURT: Overruled.
7
               (Videotape continued to be played.)
8
9
              MR. BIERSTEKER: Objection to the
10
    speculative and argumentative nature of the question
    appearing at page 154, lines eight through 12 of the
11
    transcript, Your Honor.
12
               THE COURT: Overruled.
13
14
               (Videotape continued to be played.)
15
              MR. BIERSTEKER: Your Honor, there are a
16
    series of questions on pages 159 through 164 of the
    transcript where Dr. Senkus is being questioned
17
    concerning a Philip Morris document about which he
18
    lacked personal knowledge, and I would object to
19
20
    those questions.
21
              THE COURT: Overruled.
22
               (Videotape continued to be played.)
23
              MR. CIRESI: Your Honor, Deposition Exhibit
    1083 is Trial Exhibit 2549. 2549.
24
25
              THE COURT: All right, counsel.
                   STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - MURRAY SENKUS (VIA VIDEOTAPE)
 1
               (Videotape continued to be played.)
               MR. BIERSTEKER: Object to the next
    question, Your Honor, on page 170 of the transcript,
 3
    lines 16 through 17, as having been asked and
 4
 5
    answered.
 6
              THE COURT: Overruled.
7
               (Videotape continued to be played.)
              MR. BIERSTEKER: Your Honor, I object to
8
9
    the question starting on the page 170, line 25, and
10
    continuing to page 171, line three, as having been
11
    asked and answered.
12
               THE COURT: Sustained.
13
               (Videotape continued to be played.)
              MR. BIERSTEKER: Your Honor, the question
14
15
    in the transcript beginning at line 21 on page 171
    and continuing through page 177 concerns a Philip
17
    Morris document that is beyond the scope of the
18
    personal knowledge of the witness. I object on that
19
    grounds.
              THE COURT: Overruled.
20
21
              MR. CIRESI: Your Honor, the exhibit which
22
    will be referred to in the deposition as 1084 is
23 Trial Exhibit 2546, 2546, and it has already been
24
    admitted.
```

```
25
               (Videotape continued to be played.)
                   STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - MURRAY SENKUS (VIA VIDEOTAPE)
               MR. BIERSTEKER: I object to the next
 1
     question, Your Honor, at page 175 of the transcript,
 3
     lines 14 through 17, as assuming facts not in
 4
     evidence.
               THE COURT: Overruled.
 5
               (Videotape continued to be played.)
 6
 7
               MR. BIERSTEKER: I also object to the next
    question, Your Honor, at page 175, lines 22 through
 8
     24, as seeking an improper opinion.
9
10
               THE COURT: Overruled.
11
               (Videotape continued to be played.)
               MR. BIERSTEKER: Your Honor, I object to
12
     the next question, page 177 of the transcript, lines
13
     10 through 14, as calling for a legal conclusion.
15
               THE COURT: Overruled. You may answer
16
     that.
17
               (Videotape continued to be played.)
              MR. BIERSTEKER: Object on the same
18
19
    grounds, the question calls for a legal conclusion,
20
    to the question appearing at page 178, lines five
21
    through seven of the transcript, Your Honor.
               THE COURT: Overruled.
22
2.3
               (Videotape continued to be played.)
              MR. BIERSTEKER: Your Honor, I object to
24
    the next question as being already asked and
25
                   STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - MURRAY SENKUS (VIA VIDEOTAPE)
     answered, that's at page 178 of the transcript, lines
     20 through 23.
               THE COURT: Sustained.
 3
 4
               (Videotape continued to be played.)
               MR. BIERSTEKER: Your Honor, for the
 5
 6
    record, Plaintiffs' Exhibit 1082, as Mr. Ciresi said
 7
     earlier, is Trial Exhibit 12756.
 8
               THE COURT: All right, counsel.
              MR. CIRESI: Yes, that's correct, Your
 9
10
     Honor. We're now back to Mr. O'Fallon asking
11
     questions.
12
               (Videotape continued to be played.)
13
               THE COURT: Counsel, I'm afraid I just lost
14
    the --
15
              MR. CIRESI: I misspoke. We designated
16
     this, Your Honor. It's still --
          We're at page 336, it's the plaintiffs'
17
18
     designation, still Mr. Crist asking the questions.
19
               THE COURT: And what line are you on?
               MR. CIRESI: It starts at page 336, line
20
21
    four, Your Honor. Actually line two.
22
              MR. BIERSTEKER: I think the confusion,
    Your Honor, was that Mr. Ciresi said that it was Mr.
23
24
    O'Fallon's questioning, and in fact it was still Mr.
25
    Crist continuing.
                   STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - MURRAY SENKUS (VIA VIDEOTAPE)
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1
               THE COURT: It was confusing.
 2
              MR. CIRESI: It's in -- it's in volume two,
 3
    Your Honor.
 4
              THE COURT: I know where it's at, --
              MR. CIRESI: Okay.
 5
 6
               THE COURT: -- but it's not Mr. O'Fallon
 7
     questioning; correct?
               MR. CIRESI: It is our designation and Mr.
 8
9
     Crist still asking the questions.
              THE COURT: All right, fine. I'm with you.
10
               (Videotape continued to be played.)
11
12
              MR. CIRESI: Your Honor, excuse me, I'm
    going to object, this is the defendants' designation
13
    and it's irrelevant, immaterial.
14
              THE COURT: Sustained.
15
16
              MR. CIRESI: It goes down to line two at
17
    page 367, and then Mr. O'Fallon picks up the
18
     questioning again on behalf of the plaintiffs.
19
              THE COURT: Sustained.
20
               (Videotape continued to be played.)
21
              MR. CIRESI: That completes Mr. Senkus's
22
    deposition, Your Honor.
23
              THE COURT: We'll recess for lunch,
    reconvene at 1:30.
24
25
               THE CLERK: Court stands in recess, to
                   STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - MURRAY SENKUS (VIA VIDEOTAPE)
                                                    7499
 1
    reconvene at 1:30.
 2
              (Recess taken.)
 3
 4
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                   STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - ROBERT SANFORD (VIA VIDEOTAPE)
 1
                        AFTERNOON SESSION.
 2
               THE CLERK: All rise. Court is again in
 3
     session.
 4
               (Jury enters the courtroom.)
 5
               THE CLERK: Please be seated.
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6
               THE COURT: Counsel.
 7
               MR. CIRESI: Thank you, Your Honor.
    plaintiffs will next call, again by video deposition
 8
9
    and again pursuant to Rule 611, Robert Sanford, who
    at the time he retired in 1985 was vice-president of
10
11
    products and process development at Brown &
12
     Williamson.
13
               (Videotape played.)
14
15
16
17
18
19
20
21
22
23
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25
                    STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - BYRON F. PRICE (VIA VIDEOTAPE)
                                                     7501
               MR. CIRESI: Your Honor, the next
 1
    deposition is of Byron F. Price, again it's pursuant
    to Rule 611, that's P-r-i-c-e, Byron Price, and at
 3
    the time he left American in 1995, his last job was
 4
     research director, as of March 1, 1995.
 5
 6
               (Videotape played.)
 7
               MR. BERNICK: Your Honor, could we have a
    brief side-bar on this, this exchange?
 8
9
              THE REPORTER: Can I have a citation,
    please, citation to the transcript?
10
               MR. BERNICK: This is at page 45, line 11.
11
12
13
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                    STIREWALT & ASSOCIATES
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     ADVERSE EXAMINATION - BYRON F. PRICE (VIA VIDEOTAPE)
                                                     7502
 1
               (Side-bar conversation as follows:)
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11 12 13 14 15 16 17 18 19 20 21 22 23 24 25		
	STIREWALT & ASSOCIATES P.O. BOX 18188, MINNEAPOLIS, MN 55418 ADVERSE EXAMINATION - BYRON F. PRICE	
1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25		7503
	STIREWALT & ASSOCIATES P.O. BOX 18188, MINNEAPOLIS, MN 55418 ADVERSE EXAMINATION - BYRON F. PRICE	
1 2 3 4 5 6 7 8 9 10 11 12 13 14		

STIREWALT & ASSOCIATES P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953 ADVERSE EXAMINATION - BYRON F. PRICE (VIA VIDEOTAPE) (Side-bar conversation concluded.) STIREWALT & ASSOCIATES P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953 ADVERSE EXAMINATION - BYRON F. PRICE (VIA VIDEOTAPE) THE COURT: Mr. Bernick. MR. BERNICK: Yes. As we indicated, Your Honor, we have certain objections that will appear in the -- in the tape that we are not standing on in connection with this testimony, so although objections appear in the tape, we are not lodging those objections to the testimony being offered. THE COURT: All right. Let's proceed. (Videotape continued to be played.) MR. CIRESI: Your Honor, Exhibit 1128 is Trial Exhibit 3379, and we would offer 3379. MR. BERNICK: Your Honor, we object, this is a newspaper article, it's hearsay. If they want to play the portion of the testimony that relates to statements made by the company, we have no objection to that, but we have an objection to the article coming in because it's hearsay. MR. CIRESI: It's offered under 901(6) for its authentication, and 801(d)(2), it's an admission, they are citing the president of American, Mr.

```
Walker, and it's quoted within the article.
22
              MR. BERNICK: Your Honor, only that portion
23
   that contains the quotation would be an admission and
24
    we have no objection to that. Our objection is to
    the balance of the article, which is hearsay.
                   STIREWALT & ASSOCIATES
    P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
    ADVERSE EXAMINATION - BYRON F. PRICE (VIA VIDEOTAPE)
1
              THE COURT: Sure wish I could read it.
              MR. BERNICK: I think, Your Honor, the
 2
    witness does read from the relevant portions -- or is
 3
    asked about the relevant portions of it, so the jury
 4
    will be able to hear the statement that has been
 5
 6
    made.
 7
               THE COURT: I understand that, but --
              MR. BERNICK: I'm sorry.
8
              THE COURT: -- I'd still like to read it,
9
10
    but the print is so bad it's hard.
11
         Court will receive 3379.
               (Videotape continued to be played.)
12
               MR. CIRESI: The next exhibit, Your Honor,
13
    is Deposition Exhibit 1129, and it is Trial Exhibit
14
15
    3380, and we offer 3380.
              MR. BERNICK: No objection, Your Honor.
16
17
              THE COURT: Court will receive 3380.
18
               (Videotape continued to be played.)
              MR. BERNICK: Your Honor, we'd object to
19
    the next question which appears at page 102, line
2.0
    one, as argumentative.
2.1
22
              THE COURT: The objection is overruled.
23
              (Videotape continued to be played.)
24
              MR. CIRESI: That concludes that
25
    deposition, Your Honor.
                   STIREWALT & ASSOCIATES
    P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - DAVID WILSON (VIA VIDEOTAPE)
         The next deposition is of David Wilson, who is
 1
    the corporate secretary for B.A.T Industries P.L.C.,
    David Wilson, and again we'd call him pursuant to
    Rule 611.
 4
              MR. BERNICK: Your Honor, before we
 5
 6
    start, before we commence that, Your Honor asked for
 7
    some correspondence relating to the last deposition,
    I can tender that up to the court now.
 8
9
              MR. CIRESI: Do you have copies, counsel?
10
              MR. BERNICK: It's the February 17th
11
    letter.
12
               (Document handed to the court.)
13
               (Videotape played.)
              MR. CIRESI: Your Honor, the Deposition
14
15
    Exhibit 621 is Trial Exhibit 3034, and we offer 3034.
16
              MR. CORRIGAN: No objection, Your Honor.
17
               THE COURT: Court will receive 3034.
18
               (Videotape continued to be played.)
19
              MR. CIRESI: Your Honor, the next exhibit
    is referenced in the transcript as 281, it is Trial
20
21
    Exhibit 2690.
22
              MR. CORRIGAN: No objection, Your Honor.
23
              THE COURT: Court will receive 2690.
24
              (Videotape continued to be played.)
25
              MR. CIRESI: Your Honor, the next exhibit
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STIREWALT & ASSOCIATES

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P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
      ADVERSE EXAMINATION - DAVID WILSON (VIA VIDEOTAPE)
     in the transcript is 285, and that is being
     introduced as Trial Exhibit No. 2694, 2694.
               MR. CORRIGAN: No objection, Your Honor.
 3
 4
               THE COURT: Court will receive 2694.
 5
               (Videotape continued to be played.)
               MR. CIRESI: The next exhibit, Your Honor,
 6
 7
    is 622 in the transcript, and that will be Trial
   Exhibit 3035, 3035, and we'd offer it.
 8
9
               MR. CORRIGAN: No objection, Your Honor.
10
               THE COURT: Court will receive 3035.
11
               (Videotape continued to be played.)
12
               MR. CIRESI: Your Honor, at that point
13
    there's an objection which I think we need to deal
14
     with at side-bar.
15
16
17
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2.4
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     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - DAVID WILSON (VIA VIDEOTAPE)
                                                     7510
               (Side-bar discussion as follows:)
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23
               (Side-bar conversation concluded.)
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25
                    STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - DAVID WILSON (VIA VIDEOTAPE)
 1
               THE COURT: We'll need to take a short
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2
    recess at this time.
               THE CLERK: Court stands in recess.
 3
 4
               (Recess taken.)
 5
               THE CLERK: All rise. Court is again in
 6
     session.
 7
               (Jury enters the courtroom.)
               THE CLERK: Please be seated.
8
9
               (Videotape continued to be played.)
               MR. CIRESI: Your Honor, the next exhibit
10
11
    is referenced in the tape as Exhibit 317, and it is
    Trial Exhibit 2726, and we would offer that, Your
12
13
    Honor.
14
               MR. CORRIGAN: No objection, Your Honor.
15
               THE COURT: Court will receive 2726.
16
               (Videotape continued to be played.)
17
               MR. CIRESI: Your Honor, the next exhibit
    referenced in the transcript is Exhibit 623, and that
18
19
    will be admitted as Trial Exhibit 3036, 3036.
20
              MR. CORRIGAN: No objection, Your Honor.
21
               THE COURT: Court will receive 3036.
22
               (Videotape continued to be played.)
               MR. CIRESI: Your Honor, the next exhibit
23
    is referenced in the transcript tape as 624, and it
24
25
    is being introduced as Exhibit 3037, Trial Exhibit
                   STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - DAVID WILSON (VIA VIDEOTAPE)
 1
     3037.
 2
               MR. CORRIGAN: No objection, Your Honor.
               THE COURT: Court will receive 3037.
 3
               (Videotape continued to be played.)
 4
 5
               MR. CIRESI: That concludes Mr. Wilson's
    deposition, Your Honor.
 6
 7
          The last deposition is of Roger R. Black. I
    believe, Your Honor, we need to -- Mr. Bernick would
 8
9
     like to address an issue on this deposition.
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                    STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - DAVID WILSON (VIA VIDEOTAPE)
                                                     7513
 1
               (Side-bar discussion as follows:)
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ADVERSE EXAMINATION - DAVID WILSON (VIA VIDEOTAPE 75	E) 527
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STIREWALT & ASSOCIATES P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-19 ADVERSE EXAMINATION - DAVID WILSON (VIA VIDEOTAPE	
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                    STIREWALT & ASSOCIATES
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     ADVERSE EXAMINATION - DAVID WILSON (VIA VIDEOTAPE)
                                                     7529
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 3
 4
               (Side-bar concluded.)
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                    STIREWALT & ASSOCIATES
     P.O. BOX 18188, MINNEAPOLIS, MN 55418 1-800-553-1953
     ADVERSE EXAMINATION - DAVID WILSON (VIA VIDEOTAPE)
                                                     7530
 1
               THE COURT: Sorry for the delay.
          We have a deposition that's going to be read and
   seen, as we have for the last few depositions, but
 3
    there are some questions that the court needs to
 5
    resolve before we proceed with the deposition, so we
 6
    will start that deposition and Monday morning when we
 7
    return to testimony. And as a reward for your
 8
    patience the last 15 minutes, we'll let you out 10
9
    minutes early. Okay?
10
          Tomorrow is document day, you recall. Okay.
              THE CLERK: Court stands in recess to
11
12
    reconvene tomorrow morning at 9:30.
13
               (Recess taken.)
14
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